

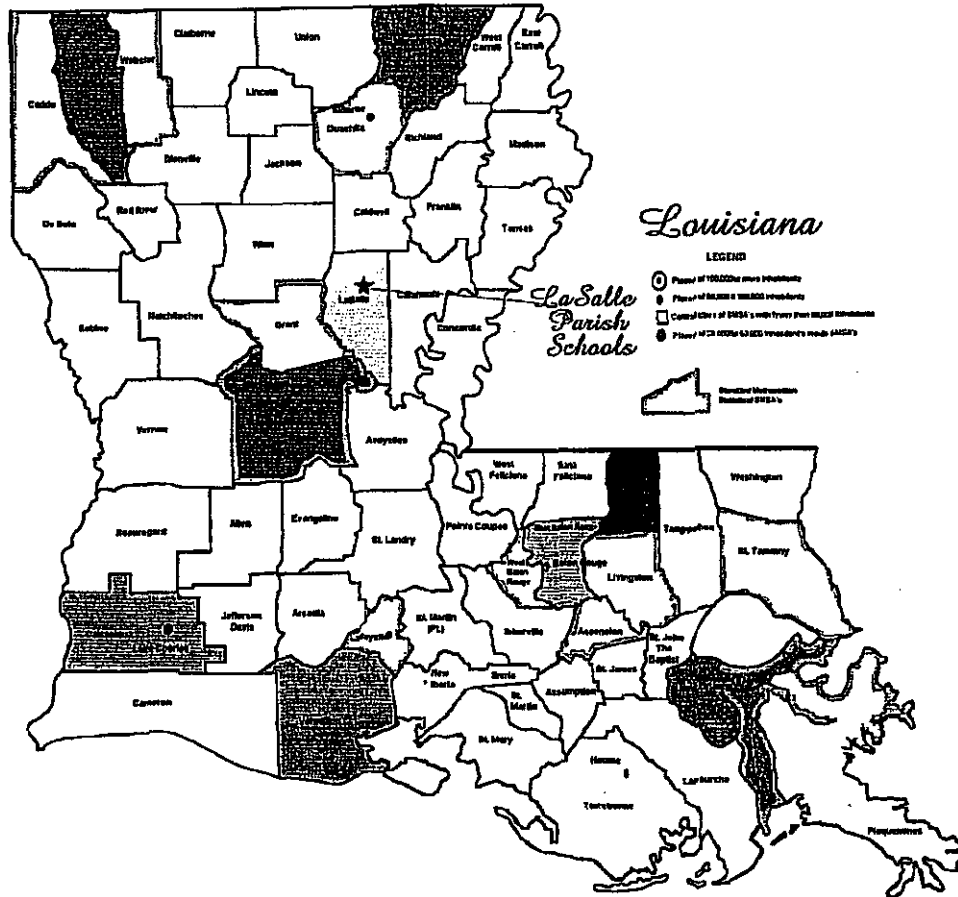
**LASALLE PARISH SCHOOL
ACTIVITY ACCOUNTS**

**Annual Financial Statements
June 30, 2010**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 1/26/11

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✓ The LaSalle Parish School Activity Accounts are those accounts maintained by the individual schools of LaSalle Parish, Louisiana. The school accounts are considered a component unit of the LaSalle Parish School Board in Jena, Louisiana.

LASALLE PARISH SCHOOL ACTIVITY ACCOUNTS
JENA, LOUISIANA
June 30, 2010

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INDEPENDENT AUDITOR'S REPORT

Roy Breithaupt, Superintendent &
Members of the LaSalle Parish School Board
LaSalle Parish
Jena, Louisiana

We have audited the combined statement of assets, liabilities and fund equity of the LaSalle Parish School Activity Accounts for the year ended June 30, 2010 and the combined statement of cash receipts and cash disbursements for the year then ended. These basic financial statements are the responsibility of the management of the LaSalle Parish School Board. Our responsibility is to express an opinion on these combined financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

The financial statements referred to above present only the financial activities of the LaSalle Parish School Activity Accounts maintained by the individual schools. The financial activities of the LaSalle Parish School Board are not included.

The statement of assets, liabilities and fund equity referred to above presents only the cash, accounts payable and resulting fund equity. The statement of cash receipts and cash disbursements presents revenue and expenditure items using the cash basis of accounting. These financial statements do not and are not intended to present the financial position and the results of its operations in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to in the first paragraph present fairly, in all material respects the cash, accounts payable and the resulting fund equity of the LaSalle Parish School Activity Accounts for the year ended June 30, 2010 and the cash receipts and cash disbursements for the year then ended using the basis of accounting described in the preceding paragraph and in Note 1.

The accompanying financial information listed as "Combining Statements" and "Graphs" are presented for purposes of additional analysis and are not a required part of the financial statements of the LaSalle Parish School Activity Accounts. Such information has been subjected to the auditing procedures applied in the audit of the financial statements referred to above and in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 18, 2010, on our consideration of the LaSalle Parish School Activity Accounts' internal control over financial reporting and on our test of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

John R. Vercher PC

November 18, 2010
Jena, Louisiana

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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE AND ON INTERNAL CONTROL
OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Roy Breithaupt, Superintendent
& Members of the LaSalle Parish School Board
Jena, Louisiana

We have audited the financial statements of the LaSalle Parish School Activity Accounts, as of and for the year ended June 30, 2010, and have issued our report thereon dated November 18, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the LaSalle Parish School Activity Accounts' internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the LaSalle Parish School Activity Accounts' internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the LaSalle Parish School Activity Accounts' internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over financial reporting, described in the accompanying schedule of findings and questioned costs that we consider to be significant deficiencies in internal control over financial reporting. **(2010-I-1 Cash Handled by Multiple Employees, Students, and Volunteers)**. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the LaSalle Parish School Activity Accounts' financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

The LaSalle Parish School Activity Accounts' response to the finding identified in our audit is described in the accompanying Management's Corrective Action For Current Year Audit Findings. We did not audit the LaSalle Parish School Activity Accounts' response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the audit committee, management, federal awarding agencies and Legislative Auditor's Office and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a public document and its distribution is not limited.

John R. Vercher PC

November 18, 2010
Jena, Louisiana

LASALLE PARISH SCHOOL ACTIVITY ACCOUNTS
JENA, LOUISIANA
Combined Statement of Assets, Liabilities & Fund Equity
June 30, 2010

	LASALLE PARISH SCHOOL ACTIVITY ACCOUNTS
ASSETS	
Cash (General Accounts)	\$ 193,416
Cash (Athletic Account)	60,114
Cash (Canteen Account)	27,777
Cash (Club Account)	46,275
Cash (Annual Account)	24,877
Cash (Industrial Art Acct)	990
Cash (Disaster Relief)	15,439
Cash (Lunch)	719
Investments (Certificates of Deposit in Excess of 90 Days)	21,571
TOTAL ASSETS	<u>391,178</u>
LIABILITIES & FUND BALANCE	
Accounts Payable	17,308
Fund Balance	373,870
TOTAL LIABILITIES & FUND BALANCE	<u>\$ 391,178</u>

The notes are an integral part of this statement.

LASALLE PARISH SCHOOL ACTIVITY ACCOUNTS
JENA, LOUISIANA
Combined Statement of Cash Receipts & Disbursements
for the Year Ended June 30, 2010

	LASALLE PARISH SCHOOL ACTIVITY ACCOUNTS
CASH RECEIPTS	
Fund Raisers & Other	\$ 273,937
Sales	873,647
Fees	100,829
TOTAL CASH RECEIPTS	<u>1,248,413</u>
CASH DISBURSEMENTS	
Administration	169,949
Instruction	105,438
Athletic	222,618
Resale	300,536
Club Expenditures	195,705
Office Expense & Other	89,542
Field Trips	18,236
Fund Raiser	16,001
Operation & Maintenance	83,827
TOTAL CASH DISBURSEMENTS	<u>1,201,852</u>
NET INCREASE (DECREASE) IN CASH	<u>\$ 46,561</u>

The notes are an integral part of this statement.

**LASALLE PARISH SCHOOL ACTIVITY ACCOUNTS
JENA, LOUISIANA**

NOTES TO THE BASIC FINANCIAL STATEMENTS

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The LaSalle Parish School Activity Accounts are those accounts maintained by the individual schools of LaSalle Parish, Louisiana. The School Activity Accounts are considered a component unit of the LaSalle Parish School Board in Jena, Louisiana. The financial statements of the LaSalle Parish School Activity Accounts do not present information on the financial activities of the LaSalle Parish School Board.

Fund Accounting

The accounts of the various schools are organized on the basis of a fund (expendable trust fund), which is considered a separate accounting entity. The operations of the fund are accounted for with a set of self-balancing accounts that comprise its assets, liabilities, fund balance, receipts and disbursements for each school. The various school accounts are grouped into a consolidated financial statement in this report.

Fixed assets purchased through school accounts are not accounted for in the financial statements. The individual school accounts have no long-term debt as of June 30, 2010.

Basis of Accounting

The statement of assets, liabilities and fund equity has been prepared using the modified accrual basis of accounting, where revenues are recognized when they become measurable and available as net current assets and expenditures are recognized when the liability is incurred. Available means collectible within the current period or soon enough thereafter to pay current liabilities. The statement of cash receipts and cash disbursements has been prepared using the cash basis of accounting where revenues are recognized when received and expenditures are recognized when paid, purchases of various operating supplies are regarded as expenditures at the time of purchase.

(2) CASH & INVESTMENTS (CERTIFICATE OF DEPOSIT IN EXCESS OF 90 DAYS)

Deposits

It is the school's policy for deposits to be 100% secured by collateral at market or par, whichever is lower, less the amount of the Federal Deposit Insurance Corporation insurance. The schools deposits are categorized to give an indication of the level of risk assumed by the School at fiscal year-end. The categories are described as follows:

**LASALLE PARISH SCHOOL ACTIVITY ACCOUNTS
JENA, LOUISIANA**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
CONTINUED**

Category 1 – Insured or collateralized with securities held by the School or by its agent in the School's name.

Category 2 – Collateralized with securities held by the pledging financial institution's trust department or agent in the School's name.

Category 3 – Uncollateralized.

	Southern Heritage	Bank of Jena	Total
Cash and Certificate of Deposits (Bank Balance)	\$ 225,979	\$ 181,351	\$ 407,330
Secured as Follows:			
FDIC (Category 1)	225,979	181,351	407,330
Securities (Category 2)	5,456,723	64,790	5,521,513
Total Securities	\$ 5,682,702	\$ 246,141	\$ 5,928,843

All deposits were fully secured as of June 30, 2010.

(3) BUDGETING

The schools do not employ encumbrance accounting or prepare budgets for its school accounts as the funds are considered expendable trust funds.

(4) USE OF ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Supplemental Data
Combining School Financial Statements

LASALLE PARISH SCHOOL ACTIVITY ACCOUNTS
JENA, LOUISIANA
Combining Statement of Assets, Liabilities & Fund Equity
June 30, 2010

	Jena High	LaSalle High	Jena Jr. High	LaSalle Jr. High	Goodpine Middle	Jena Elem	Fellowship Elem	Nebo Elem	Olla Elem	Total
ASSETS										
Cash in Bank	\$ 20,195	\$ 3,781	\$ 20,017	\$ 18,792	\$ 18,731	\$ 27,781	\$ 7,932	\$ 7,531	\$ 68,656	\$ 193,416
Cash (Athletic Account)	30,971	29,143	-0-	-0-	-0-	-0-	-0-	-0-	-0-	60,114
Cash (Canteen Account)	12,692	15,085	-0-	-0-	-0-	-0-	-0-	-0-	-0-	27,777
Cash (Club Account)	27,737	18,538	-0-	-0-	-0-	-0-	-0-	-0-	-0-	46,275
Cash (Annual Account)	16,828	8,049	-0-	-0-	-0-	-0-	-0-	-0-	-0-	24,877
Cash (Industrial Arts Account)	-0-	990	-0-	-0-	-0-	-0-	-0-	-0-	-0-	990
Cash (Disaster Relief)	-0-	15,439	-0-	-0-	-0-	-0-	-0-	-0-	-0-	15,439
Cash (Lunch)	719	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	719
Investments	-0-	-0-	8,784	-0-	2,631	-0-	10,156	-0-	-0-	21,571
TOTAL ASSETS	109,142	91,025	28,801	18,792	21,362	27,781	18,088	7,531	68,656	391,178
LIABILITIES & FUND EQUITY										
Accounts Payable	6,795	3,336	1,600	2,804	601	116	46	878	1,132	17,308
Fund Balance	102,347	87,689	27,201	15,988	20,761	27,665	18,042	6,653	67,524	373,870
TOTAL LIABILITIES & FUND EQUITY	\$ 109,142	\$ 91,025	\$ 28,801	\$ 18,792	\$ 21,362	\$ 27,781	\$ 18,088	\$ 7,531	\$ 68,656	\$ 391,178

The notes are an integral part of this statement.

LASALLE PARISH SCHOOL ACTIVITY ACCOUNTS
JENA, LOUISIANA
Combining Statement of Cash Receipts & Disbursements
for the Year Ended June 30, 2010

	Jena High	LaSalle High	Jenn Jr. High	LaSalle Jr. High	Goodpine Middle	Jena Elem	Fellowship Elem	Nebo Elem	Olla Elem	Total
CASH RECEIPTS										
Fund Raisers & Other	\$ 31,091	\$ 41,040	\$ 14,141	\$ 18,768	\$ 14,226	\$ 64,109	\$ 32,845	\$ 28,153	\$ 29,564	\$ 273,937
Sales	401,395	210,602	55,459	41,454	36,690	45,961	25,676	21,091	35,319	873,647
Fees	6,930	-0-	11,118	4,867	25,806	18,401	930	6,848	25,929	100,829
TOTAL CASH RECEIPTS	439,416	251,642	80,718	65,089	76,722	128,471	59,451	56,092	90,812	1,248,413
CASH DISBURSEMENTS										
Administration	66,050	9,411	4,775	12,972	6,425	25,975	17,556	18,667	8,118	169,949
Instruction	18	441	21,036	1,043	17,791	38,555	7,721	11,282	7,551	105,438
Athletic	100,056	84,197	16,640	13,068	6,258	566	1,396	437	-0-	222,618
Resale	114,687	38,132	13,653	12,723	20,228	36,869	14,281	17,985	31,978	300,536
Club Expenditures	97,531	82,617	11,492	3,517	195	-0-	353	-0-	-0-	195,705
Office Expense & Other	34,108	25,680	3,611	3,309	993	93	4,892	3,691	13,165	89,542
Field Trips	-0-	-0-	1,058	456	3,866	6,096	820	1,633	4,307	18,236
Fund Raiser	-0-	1,310	-0-	3,841	5,180	-0-	5,670	-0-	-0-	16,001
Operation & Maintenance	10,919	8,705	6,506	7,625	10,233	20,036	4,971	4,279	10,553	83,827
TOTAL CASH DISBURSEMENTS	423,369	250,493	78,771	58,554	71,169	128,190	57,660	57,974	75,672	1,201,852
NET INCREASE/(DECREASE)										
IN CASH	\$ 16,047	\$ 1,149	\$ 1,947	\$ 6,535	\$ 5,553	\$ 281	\$ 1,791	\$ (1,882)	\$ 15,140	\$ 46,561

The notes are an integral part of this statement.

**LASALLE PARISH SCHOOL ACTIVITY ACCOUNTS
JENA, LOUISIANA**

**SCHEDULE OF FINDINGS AND QUESTIONED COST
For the Year Ended June 30, 2010**

We have audited the financial statement of the LaSalle Parish School Activity Accounts as of and for the year ended June 30, 2010 and have issued our report thereon dated November 18, 2010. We conducted our audit in accordance with generally accepted auditing standards in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States of America. Our audit of the financial statements as of June 30, 2010 resulted in an unqualified opinion.

Section I Summary of Auditor's Reports

a. Report on Internal Control and Compliance Material to the Financial Statements

Internal Control

Material Weaknesses ☐ Yes ☒ No Other Conditions ☒ Yes ☐ No

Compliance

Compliance Material to Financial Statements ☐ Yes ☒ No

b. Federal Awards (Not Applicable)

Internal Control

Material Weaknesses ☐ Yes ☐ No Other Conditions ☐ Yes ☐ No

Type of Opinion On Compliance Unqualified ☐ Qualified ☐
For Major Programs Disclaimer ☐ Adverse ☐

Are the findings required to be reported in accordance with Circular A-133, Section .510(a)?

☐ Yes ☐ No

c. Identification Of Major Programs:

CFDA Number (s)	Name Of Federal Program (or Cluster)
-----------------	--------------------------------------

Dollar threshold used to distinguish between Type A and Type B Programs: \$

Is the auditee a 'low-risk' auditee, as defined by OMB Circular A-133? ☐ Yes ☐ No

**LASALLE PARISH SCHOOL ACTIVITY ACCOUNTS
JENA, LOUISIANA**

**SCHEDULE OF FINDINGS AND QUESTIONED COST – (CONT.)
For the Year Ended June 30, 2010**

Section II Financial Statement Findings Required To Be Reported In Accordance With GAGAS

No items to report.

Section III – Internal Control

2010-I-1 Cash Handled by Multiple Employees, Students, and Volunteers

Condition: Considering the situation that many employees of the schools, students, and volunteers collect cash at games, concession, and other events of the schools, many important elements of good internal controls cannot always be achieved to insure adequate protection of the schools' cash.

Criteria: Good internal controls require that all cash receipts be documented and deposited promptly into bank accounts.

Cause of Condition: Cash handled by multiple employees, students and volunteers

Effect of Condition: Poor controls over cash

Recommendation: We recommend that management continue to provide the necessary oversight in its current internal control procedures, specifically in the areas of cash receipts, collection receipt activities, recordation of those receipts, and depositing of funds collected.

Client Response and Corrective Action: Management will continue to provide the necessary oversight in its internal control procedures, specifically in the areas of cash receipts, collection activities, recordation of those receipts, and depositing of funds collected.

Contact Person: Debbie Finley

Anticipated Completion Date: June 30, 2011

Section IV Federal Awards Findings and Questioned Costs.

Not applicable.

**LASALLE PARISH SCHOOL ACTIVITY ACCOUNTS
JENA, LOUISIANA**

**MANAGEMENT'S SUMMARY
OF PRIOR YEAR FINDINGS**

Legislative Auditor
State of Louisiana
Baton Rouge, Louisiana 70804-9397

The management of the LaSalle Parish School Activity Accounts, Jena, Louisiana has provided the following action summaries relating to audit findings brought to their attention as a result of their financial audit for the year ended June 30, 2009.

PRIOR YEAR FINDINGS:

2009-I-1 Cash Handled by Multiple Employees, Students, and Volunteers

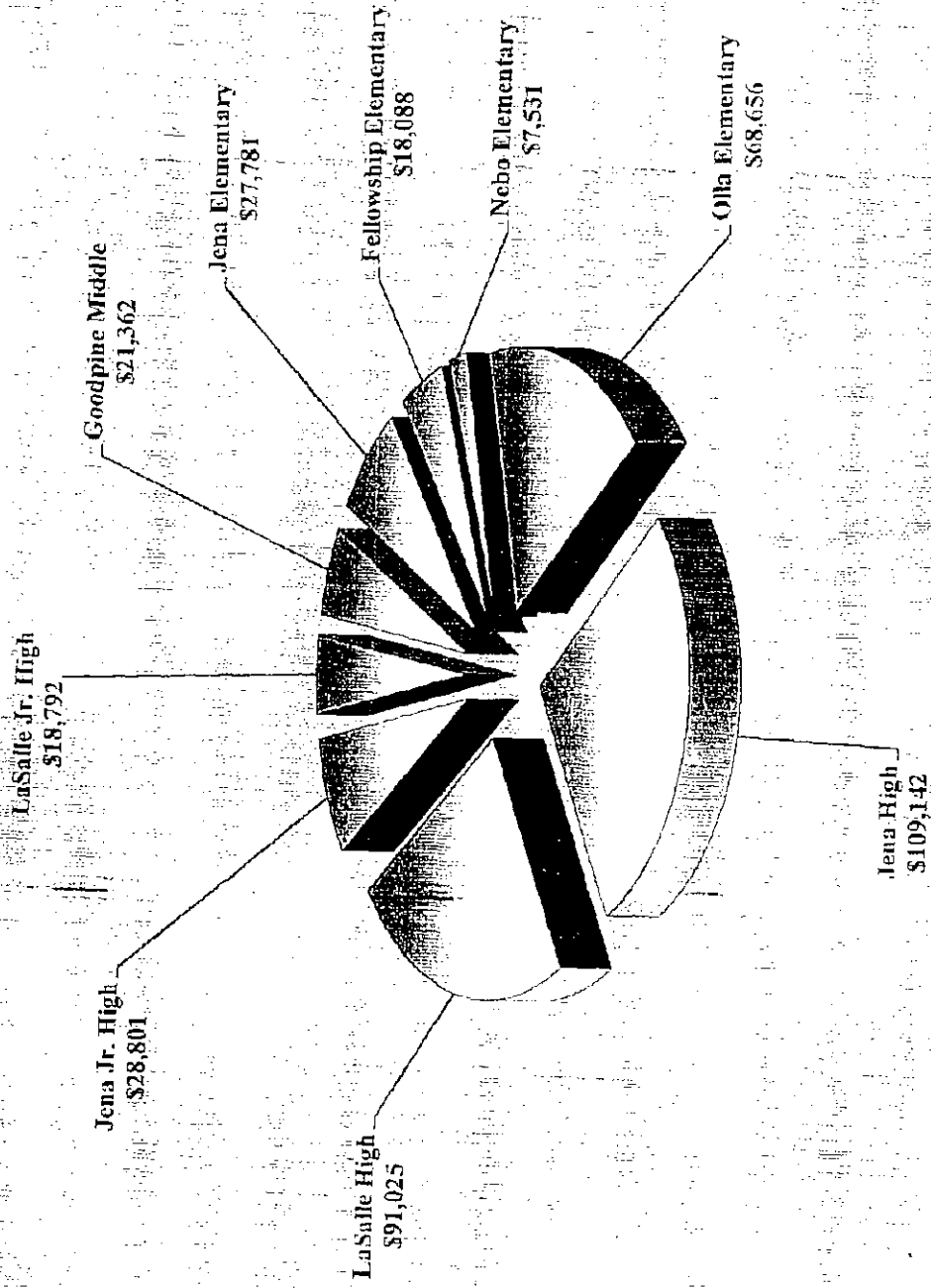
Finding: Considering the situation that many employees of the schools, students, and volunteers collect cash at games, concession, and other events of the schools, many important elements of good internal controls cannot always be achieved to insure adequate protection of the schools' cash.

District's Corrective Action: Management continues to provide the necessary oversight in its current internal control procedures, specifically in the areas of cash receipts, collection receipt activities, recordation of those receipts, and depositing of funds collected.

Graphs

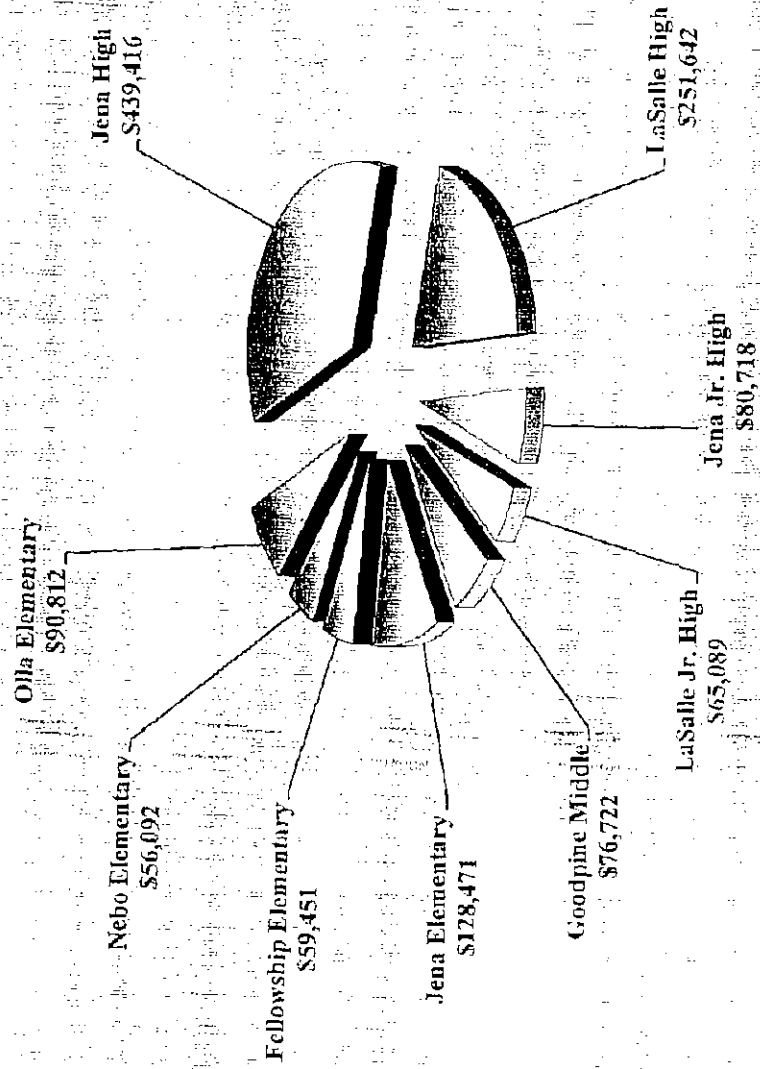
LaSalle Parish School Activity Accounts

Total Assets By School



LaSalle Parish School Activity Accounts

Total Receipts By School



LaSalle Parish School Activity Accounts

Total Disbursements By School

